

February 1, 2010

State of Utah Department of Natural Resources Division of Oil, Gas & Mining 1594 West North Temple, Suite 1210 Salt Lake City, UT 84114-5801

Attention:

Mr. Paul Baker

Re: Notification of needed geotechnical drilling at the Beaver Shaft Mine Site M/037/026.

Dear Mr. Baker:

Denison Mines (USA) Corp. (Denison) needs to drill in three proposed areas (see attached figure) for geotechnical evaluation of the closure of a collapsed area south of the Beaver Shaft. An estimated maximum of three holes will be drilled in each of the three proposed areas. It is anticipated that one hole will be required at each location; however, 3 are proposed in the event that additional drilling is needed or problems are encountered during drilling. The holes will be 6 inches in diameter at a 35 degree angles aimed toward the area of collapse and will be an estimated 100 feet deep. Water is known to be encountered in the area at a depth between 300 and 320 feet below ground surface; therefore, it is not anticipated that water will be encountered.

As this drilling is to determine the safety of the previously proposed reclamation of this collapsed area and will take less than 3 weeks to complete, this letter is considered sufficient notification to your agency. All of this drilling is on private land and is in areas where previous disturbance has occurred. The proposed area of disturbance from this drilling is less than 0.3 acres.

If you have any questions on the contents of this transmittal, please call me at (303) 389-4136.

Yours very truly,

DENISON MINES (USA) CORP.

Christy Woodward, P.E.

Church Woodward

Environmental Coordinator

Cc:

Denison Mines (USA) Corp., file

Terry Wetz, Philip Buck, Alex Morgan, Denison Mines (USA) Corp.

Enclosures.

RECEIVED

Denison Mines (USA) Corp. 1050 17th Street, Suite 950 Denver, CO 80265

Tel: 303 628-7798 Fax: 303 389-4125

www.denisonmines.com

CC: Tom

Incoming m1037/0026

0002

FEB 0 3 2010

DIV. OF OIL, GAS & MINING

